



Purchase of Annuity Final Proposal

LEOFF Plan 2 Retirement Board

December 16, 2009

Key Issues

- Service credit purchase limits the defined contribution assets that can be converted to defined benefits
- Process in place for purchase of annuity out of trust funds for Plan 3 members

Background Summary

- Service credit purchase
- Federal legislation
- Plan 3 annuity purchase

Proposal Summary

- Permit LEOFF Plan 2 retirees to purchase an actuarially equivalent life annuity from the LEOFF Plan 2 retirement fund.
- Cost insufficient to increase contribution rates.

Purchase of Annuity

Questions?